

HOUSE BILL NO. 392

Introduced 01/19/83

Referred to Committee on Appropriations: 01/19/83

Hearing: 3/24/84

Report: 03/28/83, Do Not Pass

Bill Killed: 03/29/83

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House BILL NO. *392*
INTRODUCED BY *One Grant* *Indirect* *Log Vincent*
Bob Wheeler *Henry*

4 A BILL FOR AN ACT ENTITLED: "AN ACT ALLOCATING INDIRECT
5 COST REIMBURSEMENTS OF RESEARCH GRANTS RECEIVED BY THE
6 UNIVERSITY SYSTEM; AND PROVIDING AN EFFECTIVE DATE."

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8 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

9 Section 1. Allocation of indirect cost reimbursement
10 for university system research grants. Funds designated as
11 reimbursement for indirect costs of a research grant
12 received by the Montana university system or by any of its
13 units are allocated to subfunds of the university current
14 fund, as provided in 17-2-102, as follows:

15 (1) 75% to the designated subfund, of which:

16 (a) two-thirds of the 75% is to be allocated to the
17 unit receiving the grant for the purpose of expanding the
18 specific research effort; and

19 (b) one-third of the 75% is to be allocated to the
20 professor or researcher responsible for the grant for the
21 purpose of promoting the research effort; and

22 (2) 25% to the unrestricted subfund.

23 Section 2. Codification instruction. Section 1 is
24 intended to be codified as an integral part of Title 20,
25 chapter 25, part 4.

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Section 3. Effective date. This act is effective July
1, 1983.

-End-

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INTRODUCED BILL

HB 392

STATE OF MONTANA

REQUEST NO. 190-83

FISCAL NOTE

Form BD-15

In compliance with a written request received January 23, 19 83, there is hereby submitted a Fiscal Note for House Bill 392 pursuant to Title 5, Chapter 4, Part 2 of the Montana Code Annotated (MCA).

Background information used in developing this Fiscal Note is available from the Office of Budget and Program Planning, to members of the Legislature upon request.

DESCRIPTION OF PROPOSED LEGISLATION:

House Bill 392 allocates indirect cost reimbursements of research grants received by the University System. Twenty-five percent is allocated to the unrestricted subfund and 75% is allocated to the designated subfund. Of the 75% allocation, 2/3 of this amount is to go to the unit and 1/3 is to go to the researcher.

ASSUMPTIONS:

- 1) Indirect cost estimates for FY 84 and FY 85 are \$1,965,500 and \$1,962,500 respectively.
- 2) Eighty-five percent of the indirect cost estimate is appropriated to the university units as part of the enrollment-driven formula.
- 3) If House Bill 392 is in effect and only 25% of the indirect cost estimate is appropriated, the 60% difference must be made up from general fund monies to meet the enrollment driven formula.

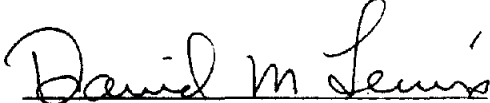
FISCAL IMPACT:

	<u>FY 84</u>	<u>FY 85</u>
Increase in General Fund support for the University Units	\$1,179,300	\$1,177,500

TECHNICAL NOTE:

There may be a legal problem in appropriating and earmarking these funds to individual researchers.

FISCAL NOTE 8:C/1



BUDGET DIRECTOR

Office of Budget and Program Planning

Date: 1-26-83